



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2009 Biennium

Bill #	HB0275	Title:	Incentives for driving with headlights on
Primary Sponsor:	Koopman, Roger	Status:	As Introduced

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2008 Difference</u>	<u>FY 2009 Difference</u>	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
Revenue:				
General Fund	(\$103,200)	(\$103,200)	(\$103,200)	(\$103,200)
Net Impact-General Fund Balance	<u>(\$103,200)</u>	<u>(\$103,200)</u>	<u>(\$103,200)</u>	<u>(\$103,200)</u>

Description of fiscal Impact:

This bill will decrease general fund revenue generated by speeding violation citations. Under this bill, drivers with their headlights on when they receive a speeding violation citation during daylight hours will have their citation reduced 20%.

FISCAL ANALYSIS

Assumptions:

1. Based on FY 2005 data, adjusting upward for new highway patrol troops, the Department of Justice projects the MHP will issue approximately 43,000 speeding citations per fiscal year.
2. Approximately 75% or 32,250 (43,000 x 0.75) of these speeding violations occur during the day.
3. The Department of Justice projects that 80 percent of drivers who are cited for a speeding violation will have their lights on and get a 20% deduction in their citations. Therefore, 25,800 (32,250 x 0.80) of the 43,000 speeding violations will be reduced by 20%.

4. The average fine is \$40.00 for each speeding citation. Speeding violations citations are forecast to generate \$1,720,000 (43,000 x \$40) in revenue. The general fund receives 50% of this revenue, or \$860,000 (\$1,720,000 x 0.5). Counties receive the other 50%.
5. Of the total 43,000 citations, generating \$860,000 in general fund revenue, 25,800 of those citations, generating \$516,000 (25,800 x (\$40 x 0.5) in general fund revenue, will be reduced by 20% under this bill. The 20% reduction associated with these 25,800 citations will reduce general fund revenue by \$103,200 (516,000 x 0.2) each fiscal year.

	<u>FY 2008</u> <u>Difference</u>	<u>FY 2009</u> <u>Difference</u>	<u>FY 2010</u> <u>Difference</u>	<u>FY 2011</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
<u>Revenues:</u>				
General Fund (01)	(\$103,200)	(\$103,200)	(\$103,200)	(\$103,200)
TOTAL Revenues	(\$103,200)	(\$103,200)	(\$103,200)	(\$103,200)
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	(\$103,200)	(\$103,200)	(\$103,200)	(\$103,200)

Effect on County or Other Local Revenues or Expenditures:

1. County revenues statewide will be reduced by the same amount as general fund revenue is reduced (\$103,200) as counties receive 50% of the revenue generated from speeding violation citations.

Technical Notes:

1. The language of the bill does not specify that the automobile must have its lights on prior to the law enforcement officer stopping the speeding driver. If the 20% reduction is applicable to those who turn their lights on after being stopped, the revenue loss will be greater.

*Sponsor's Initials*_____
*Date*_____
*Budget Director's Initials*_____
Date